

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

HOUSE BILL 314

43RD LEGISLATURE - STATE OF NEW MEXICO - SECOND SESSION, 1998

INTRODUCED BY

BRETT D. JOHNSON

AN ACT

**RELATING TO COUNTIES; PROVIDING FOR LIMITED CONSTRUCTION OF
INFRASTRUCTURE IMPROVEMENTS TO ENCOURAGE ECONOMIC DEVELOPMENT;
PROVIDING FOR THE ISSUANCE OF REVENUE BONDS.**

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. AGREEMENT FOR INFRASTRUCTURE

IMPROVEMENTS--REVENUE BONDS. --

**A. By resolution a board of county commissioners
may approve an agreement between the county and a property
owner containing the following provisions:**

**(1) in consideration of the county providing
infrastructure improvements that will benefit the property
owner, the owner will construct improvements to his property
increasing its valuation for property tax purposes in a stated
amount;**

Underscored material = new
[bracketed material] = delete

Underscored material = new
[bracketed material] = delete

1 (2) the amount equal to the increase in
2 property tax revenue produced for county general purposes by
3 the increase in valuation of the property shall be deposited
4 in a special fund for the number of years stated in the
5 agreement and used only for the purposes stated in the
6 agreement;

7 (3) the principal in the fund shall be
8 invested as other deposited funds of the county are invested
9 with all interest or other income to the fund accruing to the
10 fund;

11 (4) revenue to the fund, the annual deposit
12 of the amount determined pursuant to Paragraph (2) of this
13 subsection, shall be pledged to refund revenue bonds issued by
14 the county pursuant to the authority granted in this section;
15 and

16 (5) the revenue bonds shall be sold and the
17 proceeds from that sale shall be used to construct the agreed
18 upon infrastructure improvements.

19 B. The revenue bonds issued pursuant to this
20 section shall be issued in accordance with the provisions of
21 Chapter 4, Article 62 NMSA 1978.

22 C. The useful life of an infrastructure
23 improvement constructed pursuant to this section shall be at
24 least ten years. Revenue bonds issued pursuant to this
25 section shall be repaid in full within five years and if the

Underscored material = new
[bracketed material] = delete

1 revenue pledged for their repayment is insufficient to repay
2 the principal amount of the bonds and the necessary debt
3 service in five years bonds shall not be issued and an
4 agreement executed pursuant to this section is void.